

# **Fiscal Note**



Fiscal Services Division

**HF 759** – Flood Insurance for Cities and Counties (LSB1727HV)

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Fiscal Note Version – Revised

Requested by Representative Tyler Olson

# **Description**

<u>House File 759</u> requires lowa counties and cities that have an effective flood insurance rate map or flood hazard boundary map published by the Federal Emergency Management Agency (FEMA) that identifies a special flood hazard area to participate in the National Flood Insurance Program by July 30, 2013.

# **Background**

The Bill requires the Department of Natural Resources (DNR) to assist cities and counties to develop and implement floodplain management programs and to assist in obtaining flood insurance.

#### **Assumptions**

The DNR estimates the following costs to implement requirements of this Bill:

- The DNR estimates the cost to implement the program will be \$100,000 and 1.00 FTE position for FY 2010 through FY 2013.
- The DNR estimates the cost for support, travel, and other expenditures at \$15,000 for FY 2010 through FY 2013.
- The DNR estimates there are 128 cities with flood maps that do not participate in the National Flood Insurance Program and the Department anticipates that cities will begin the process prior to the deadline.
- The DNR will provide educational information so cities are informed of the new requirements. This includes providing ordinance templates, reviewing draft ordinances, and providing additional information.

The lowa League of Cities estimated there would be administrative costs for obtaining flood insurance; however, the amount could not be quantified.

## **Summary of Impacts**

House File 759 is estimated to increase General Fund expenditures by \$115,000 and 1.00 FTE position for FY 2010 through FY 2013.

### **Sources**

Department of Natural Resources lowa League of Cities

/s/ Holly M. Lyons	
March 24, 2009	

The fiscal note for this bill was prepared pursuant to <u>Joint Rule 17</u> and the correctional and minority impact statements were prepared pursuant to <u>Section 2.56</u>, <u>Code of Iowa</u>. Data used in developing this fiscal note, including correctional and minority impact information, is available from the Fiscal Services Division of the Legislative Services Agency upon request.